

PURCELL MILLER TRITTON LLP

T/A PURCELL

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 APRIL 2017

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PURCELL MILLER TRITTON LLP T/A PURCELL

INFORMATION

Designated Members

A R Clark

M W Goldspink

J H Kennedy

C J Betts

A Travers (Retired 30/4/2017)

A Travers (Retired as a Designated Member on 30/4/2017 and as an LLP Member on 16/6/2017)

LLP registered number

OC315259

Registered office

15 Bermondsey Square, Tower Bridge Road, London, SE1 3UN

Independent auditors

Larking Gowen, King Street House, 15 Upper King Street, Norwich, NR3 1RB

PURCELL MILLER TRITTON LLP T/A PURCELL

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PURCELL MILLER TRITTON LLP T/A PURCELL

**MEMBERS' REPORT
FOR THE YEAR ENDED 30 APRIL 2017**

The members present their annual report together with the audited financial statements of Purcell Miller Tritton LLP t/a Purcell (the "LLP and the Group") for the ended 30 April 2017.

Principal activities

The principal activities of the LLP and the Group is architecture, historic building consultancy, strategic planning, project management, building surveying and interior design.

Designated Members

A R Clark, M W Goldspink, J H Kennedy, C J Betts and A Travers were designated members of the LLP and the Group throughout the period.

Members' capital and interests

Designated members are remunerated solely out of the profits of the LLP; other members are salaried under employment contracts.

The members' policy on drawings allows each designated member to draw a proportion of their profit share, subject to the cash requirements of the business.

Capital requirements are determined by the designated members and are reviewed at least annually. All members are required to subscribe a proportion of that capital.

Business review

During the year ended 30 April 2017 Group turnover decreased due to the uncertainty following the Brexit referendum and the subsequent downturn in new business.

The designated members immediately completed a strategic review and a rationalisation of our locations and roles starting early 2017.

Throughout the period we have continued to invest in the development and training of our people and key infrastructure initiatives and we are confident that the changes will ensure our business remains competitive and well placed for the future.

During the latter part of 2017, we have secured a number of notable and significant contracts in our core sector of Heritage.

Members' responsibilities statement

The members are responsible for preparing the annual report and the financial statements in accordance with applicable law and regulations.

Company law, (as applied by The Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008), requires the members to prepare financial statements for each financial year. Under that law the members have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law, (as applied by The Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008) the members must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the LLP and the Group and of the profit or loss of the Group for that period.

PURCELL MILLER TRITTON LLP T/A PURCELL

MEMBERS' REPORT (continued)
FOR THE YEAR ENDED 30 APRIL 2017

In preparing these financial statements, the members are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Group will continue in business.

The members are responsible for keeping adequate accounting records that are sufficient to show and explain the LLP and the Group's transactions and disclose with reasonable accuracy at any time the financial position of the Group and to enable them to ensure that the financial statements comply with the Companies Act 2006 (as applied by The Limited Liability Partnerships (Accounts and Audit) (Application of the Companies Act 2006) Regulations 2008). They are also responsible for safeguarding the assets of the LLP and the Group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Disclosure of information to auditors

Each of the persons who are members at the time when this Members' Report is approved has confirmed that:

- so far as that member is aware, there is no relevant audit information of which the Group's auditors are unaware, and
- that member has taken all the steps that ought to have been taken as a member in order to be aware of any relevant audit information and to establish that the Group's auditors are aware of that information.

Auditors

The auditors, Larking Gowen, have indicated their willingness to continue in office. The Designated members will propose a motion re-appointing the auditors at a meeting of the members.

This report was approved by members and signed on their behalf by:



.....
M W Goldspink
Designated member

Date: 29/1/2018

PURCELL MILLER TRITTON LLP T/A PURCELL

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF PURCELL MILLER TRITTON LLP T/A
PURCELL**

We have audited the financial statements of Purcell Miller Tritton LLP t/a Purcell for the year ended 30 April 2017, set out on pages 5 to 35. The relevant financial reporting framework that has been applied in their preparation is applicable law and the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

This report is made solely to the LLP's members in accordance with the Companies Act 2006, as applied by Part 12 of The Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008. Our audit work has been undertaken so that we might state to the LLP's members those matters we are required to state to them in an Auditors' Report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the LLP and the LLP's members for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of Members and Auditors

As explained more fully in the Members' Responsibilities Statement on page 1, the members are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Financial Reporting Council's Ethical Standards for Auditors.

Scope of the audit of the financial statements

A description of the scope of an audit of financial statements is provided on the Financial Reporting Council's website at www.frc.org.uk/auditscopeukprivate.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the Group's and the parent LLP's affairs as at 30 April 2017 and of the Group's loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006, as applied to limited liability partnerships by The Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008.

PURCELL MILLER TRITTON LLP T/A PURCELL

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF PURCELL MILLER TRITTON LLP T/A
PURCELL (CONTINUED)

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006, as applied to limited liability partnerships, requires us to report to you if, in our opinion:

- adequate accounting records have not been kept by the parent LLP, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent LLP financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.


Ian Fitch FCA (Senior Statutory Auditor)

for and on behalf of
Larking Gowen

Chartered Accountants
Statutory Auditors

King Street House
15 Upper King Street
Norwich
NR3 1RB

Date: 29th January 2018

PURCELL MILLER TRITTON LLP T/A PURCELL

CONSOLIDATED INCOME STATEMENT
FOR THE YEAR ENDED 30 APRIL 2017

	Note	2017 £	2016 £
Turnover		20,175,283	21,258,765
Cost of sales		(10,845,031)	(10,987,850)
Gross profit		9,330,252	10,270,915
Administrative expenses		(7,276,535)	(7,596,434)
Operating profit	5	2,053,717	2,674,481
Interest receivable and similar income	8	124	374
Interest payable and similar charges		(8,372)	-
(Loss)/profit before tax		2,045,469	2,674,855
Tax on (loss)/profit	10	(29,519)	(91,486)
(Loss)/profit for the year before members' remuneration and profit shares		2,015,950	2,583,369
(Loss)/profit for the financial year attributable to:			
Owners of the parent		2,015,950	2,583,369
Profit for the year before members' remuneration and profit shares		2,015,950	2,583,369
Members' remuneration charged as an expense		(2,328,579)	(1,777,082)
(Loss)/profit for the financial year available for discretionary division among members		(312,629)	806,287

The notes on pages 16 to 35 form part of these financial statements.

PURCELL MILLER TRITTON LLP T/A PURCELL

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 APRIL 2017

	Note	2017 £	2016 £
(Loss)/profit for the financial year		<u>(312,629)</u>	<u>806,287</u>
Other comprehensive income			
Currency translation differences		<u>141,893</u>	<u>77,910</u>
Total comprehensive income for the year		<u><u>(170,736)</u></u>	<u><u>884,197</u></u>
(Loss)/profit for the year attributable to:			
Owners of the parent LLP		<u><u>(312,629)</u></u>	<u><u>806,287</u></u>
Total comprehensive income attributable to:			
Owners of the parent LLP		<u><u>(170,736)</u></u>	<u><u>884,197</u></u>

**PURCELL MILLER TRITTON LLP T/A PURCELL
REGISTERED NUMBER: OC315259**

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 APRIL 2017**

	Note	2017 £	2016 £
Fixed assets			
Tangible assets	12	327,759	392,403
Current assets			
Debtors: amounts falling due within one year	14	5,108,940	6,228,144
Cash at bank and in hand	15	768,771	1,020,981
		5,877,711	7,249,125
Creditors: amounts falling due within one year	16	(3,774,144)	(4,592,836)
Net current assets		2,103,567	2,656,289
Total assets less current liabilities		2,431,326	3,048,692
Provisions for liabilities			
Other provisions	18	(179,748)	(153,019)
Net assets		2,251,578	2,895,673
Capital and reserves			
Loans and other debts due to members within one year			
Other amounts	19	2,344,411	2,224,875
Members' other interests			
Foreign exchange reserve		219,796	77,903
Other reserves classified as equity		(312,629)	592,895
		2,251,578	2,895,673
Total members' interests			
Loans and other debts due to members	19	2,344,411	2,224,875
Members' other interests	20	(92,833)	670,798
		2,251,578	2,895,673

PURCELL MILLER TRITTON LLP T/A PURCELL
REGISTERED NUMBER: OC315259

CONSOLIDATED STATEMENT OF FINANCIAL POSITION (CONTINUED)
AS AT 30 APRIL 2017

The financial statements were approved and authorised for issue by the members and were signed on their behalf by:

M.W. Goldspink

.....
M W Goldspink
Designated member

Date: 29/1/2018

The notes on pages 16 to 35 form part of these financial statements.

**PURCELL MILLER TRITTON LLP T/A PURCELL
REGISTERED NUMBER: OC315259**

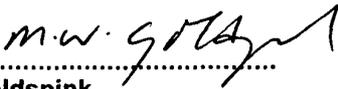
**LLP STATEMENT OF FINANCIAL POSITION
AS AT 30 APRIL 2017**

	Note	2017 £	2016 £
Fixed assets			
Tangible assets	12	300,059	358,029
Investments	13	30,149	1,589
		330,208	359,618
Current assets			
Debtors: amounts falling due within one year	14	4,730,701	6,109,193
Cash at bank and in hand	15	2,527	2,382
		4,733,228	6,111,575
Creditors: amounts falling due within one year	16	(3,871,159)	(4,529,410)
Net current assets		862,069	1,582,165
Total assets less current liabilities		1,192,277	1,941,783
Provisions for liabilities			
Other provisions	18	(179,748)	(153,019)
Net assets		1,012,529	1,788,764
Represented by:			
Loans and other debts due to members within one year			
Other amounts		1,315,405	1,332,049
Members' other interests	20		
Other reserves classified as equity		(302,876)	456,715
		1,012,529	1,788,764
Total members' interests			
Loans and other debts due to members		1,315,405	1,332,049
Member's other interests		(302,876)	456,715
		1,012,529	1,788,764

PURCELL MILLER TRITTON LLP T/A PURCELL
REGISTERED NUMBER: OC315259

LLP STATEMENT OF FINANCIAL POSITION (CONTINUED)
AS AT 30 APRIL 2017

The financial statements were approved and authorised for issue by the members and were signed on their behalf by:


.....
M W Goldspink
Designated member

Date: 29/1/2018

The notes on pages 16 to 35 form part of these financial statements.

PURCELL MILLER TRITTON LLP T/A PURCELL

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 APRIL 2017**

	Foreign exchange reserve	Other reserves	Equity attributable to members	Total equity
	£	£	£	£
At 1 May 2016	77,903	592,895	670,798	670,798
Comprehensive income for the year				
Loss for year for discretionary division among members	-	(312,629)	(312,629)	(312,629)
Total comprehensive income for the year	-	(312,629)	(312,629)	(312,629)
Contributions by and distributions to members				
Foreign exchange	141,893	-	141,893	141,893
Transfer between other reserves	-	(592,895)	(592,895)	(592,895)
Total transactions with members	141,893	(592,895)	(451,002)	(451,002)
At 30 April 2017	219,796	(312,629)	(92,833)	(92,833)

PURCELL MILLER TRITTON LLP T/A PURCELL

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 APRIL 2016**

	Foreign exchange reserve £	Other reserves £	Equity attributable to members £	Total equity £
At 1 May 2015	29,690	1,418,298	1,447,988	1,447,988
Comprehensive income for the year				
Profit for year for discretionary division among members	-	806,287	806,287	806,287
Total comprehensive income for the year	-	806,287	806,287	806,287
Contributions by and distributions to members				
Foreign exchange	48,213	-	48,213	48,213
Transfer between other reserves	-	(1,418,297)	(1,418,297)	(1,418,297)
Transfer to creditors	-	(213,393)	(213,393)	(213,393)
Total transactions with members	48,213	(1,631,690)	(1,583,477)	(1,583,477)
At 30 April 2016	77,903	592,895	670,798	670,798

The notes on pages 16 to 35 form part of these financial statements.

PURCELL MILLER TRITTON LLP T/A PURCELL

LLP STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 APRIL 2017

	Other reserves £	Total equity £
At 1 May 2016	456,715	456,715
Comprehensive income for the year		
Loss for year for discretionary division among members	(302,876)	(302,876)
Total comprehensive income for the year	<u>(302,876)</u>	<u>(302,876)</u>
Contributions by and distributions to members		
Transfer between other reserves	(456,715)	(456,715)
Total transactions with members	<u>(456,715)</u>	<u>(456,715)</u>
At 30 April 2017	<u><u>(302,876)</u></u>	<u><u>(302,876)</u></u>

PURCELL MILLER TRITTON LLP T/A PURCELL

LLP STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 APRIL 2016

	Other reserves £	Total equity £
At 1 May 2015	1,166,408	1,166,408
Comprehensive income for the year		
Profit for year for discretionary division among members	670,108	670,108
	<hr/>	<hr/>
Total comprehensive income for the year	670,108	670,108
Contributions by and distributions to members		
Transfer between other reserves	(1,166,408)	(1,166,408)
Transfer to creditors	(213,393)	(213,393)
	<hr/>	<hr/>
Total transactions with members	(1,379,801)	(1,379,801)
	<hr/>	<hr/>
At 30 April 2016	456,715	456,715

The notes on pages 16 to 35 form part of these financial statements.

PURCELL MILLER TRITTON LLP T/A PURCELL

CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 APRIL 2017

	2017 £	2016 £
Cash flows from operating activities		
Profit for the financial year	2,015,950	2,583,369
Adjustments for:		
Depreciation of tangible assets	142,189	337,890
Loss on disposal of tangible assets	4,010	18,305
Interest paid	8,372	-
Interest received	(124)	(374)
Taxation charge	29,519	91,486
Decrease/(increase) in debtors	1,119,204	(1,127,234)
(Decrease)/increase in creditors	(868,215)	1,156,793
Increase in provisions	26,729	-
Corporation tax (paid)	(52,013)	(229,740)
Foreign exchange	149,330	65,704
Net cash generated from operating activities	<u>2,574,951</u>	<u>2,896,199</u>
Cash flows from investing activities		
Purchase of tangible fixed assets	(88,992)	(387,612)
Interest received	124	374
Net cash from investing activities	<u>(88,868)</u>	<u>(387,238)</u>
Cash flows from financing activities		
Interest paid	(8,372)	-
Distribution paid to members	(2,801,938)	(3,133,223)
Net cash used in financing activities	<u>(2,810,310)</u>	<u>(3,133,223)</u>
Net (decrease) in cash and cash equivalents	<u>(324,227)</u>	<u>(624,262)</u>
Cash and cash equivalents at beginning of year	912,376	1,536,638
Cash and cash equivalents at the end of year	<u><u>588,149</u></u>	<u><u>912,376</u></u>
Cash and cash equivalents at the end of year comprise:		
Cash at bank and in hand	768,771	1,020,981
Bank overdrafts	(180,622)	(108,605)
	<u><u>588,149</u></u>	<u><u>912,376</u></u>

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2017

1. General information

Purcell Miller Tritton LLP T/A Purcell is a limited liability partnership registered in England and Wales, registration number OC315259. The registered office is 15 Bermondsey Square, Tower Bridge Road, London SE1 3UN.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006 and the requirements of the Statement of Recommended Practice "Accounting by Limited Liability Partnerships".

The financial statements are presented in Sterling (£) and rounded to the nearest £.

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires Group management to exercise judgment in applying the Group's accounting policies (see note 3).

The following principal accounting policies have been applied:

2.2 Basis of consolidation

The consolidated financial statements present the results of the LLP and its own subsidiaries ("the Group") as if they form a single entity. Intercompany transactions and balances between group companies are therefore eliminated in full.

The consolidated financial statements incorporate the results of business combinations using the purchase method. In the Statement of Financial Position, the acquiree's identifiable assets, liabilities and contingent liabilities are initially recognised at their fair values at the acquisition date. The results of acquired operations are included in the Consolidated Income Statement from the date on which control is obtained. They are deconsolidated from the date control ceases.

In accordance with the transitional exemption available in FRS 102, the group has chosen not to retrospectively apply the standard to business combinations that occurred before the date of transition to FRS 102, being 01 May 2014.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2017

2. Accounting policies (continued)

2.3 Going concern

The group meets its day to day working capital requirements through existing financial arrangements, most notably the bank overdraft facility. The terms of the bank overdraft facility are currently being renegotiated with the groups bankers but the members have no reason to suspect that adequate support will not continue in the foreseeable future.

The members have considered group forecasts and cash flow projections, taking account of reasonable possible changes in trading performance and circumstances covering the foreseeable future, being a period in excess of 12 months from the date of approving these financial statements. The members are also actioning plans to improve working capital management in the business.

After making enquiries, the members have a reasonable expectation that the group has adequate resources to continue in operational existence for the foreseeable future and are confident that the group will be able to meet its liabilities as they fall due. Accordingly they continue to adopt the going concern basis in preparing the financial statements.

2.4 Revenue

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Group and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before revenue is recognised:

Sale of goods

Revenue from the sale of goods is recognised when all of the following conditions are satisfied:

- the Group has transferred the significant risks and rewards of ownership to the buyer;
- the Group retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- the amount of revenue can be measured reliably;
- it is probable that the Group will receive the consideration due under the transaction; and
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.

Rendering of services

Revenue from a contract to provide services is recognised in the period in which the services are provided in accordance with the stage of completion of the contract when all of the following conditions are satisfied:

- the amount of revenue can be measured reliably;
- it is probable that the Group will receive the consideration due under the contract;
- the stage of completion of the contract at the end of the reporting period can be measured reliably; and
- the costs incurred and the costs to complete the contract can be measured reliably.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2017

2. Accounting policies (continued)

2.5 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

At each reporting date the company assesses whether there is any indication of impairment. If such indication exists, the recoverable amount of the asset is determined which is the higher of its fair value less costs to sell and its value in use. An impairment loss is recognised where the carrying amount exceeds the recoverable amount.

The Group adds to the carrying amount of an item of fixed assets the cost of replacing part of such an item when that cost is incurred, if the replacement part is expected to provide incremental future benefits to the Group. The carrying amount of the replaced part is derecognised. Repairs and maintenance are charged to profit or loss during the period in which they are incurred.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following basis:

Instruments and equipment	- 20% straight line
Fixtures and fittings	- 20% straight line
Computer equipment	- 20% - 33% straight line

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the Consolidated Income Statement.

2.6 Valuation of investments

Investments in subsidiaries are measured at cost less accumulated impairment.

2.7 Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

2.8 Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

In the Consolidated Statement of Cash Flows, cash and cash equivalents are shown net of bank overdrafts that are repayable on demand and form an integral part of the Group's cash management.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2017

2. Accounting policies (continued)

2.9 Financial instruments

The Group only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in non-puttable ordinary shares.

Debt instruments (other than those wholly repayable or receivable within one year), including loans and other accounts receivable and payable, are initially measured at present value of the future cash flows and subsequently at amortised cost using the effective interest method. Debt instruments that are payable or receivable within one year, typically trade debtors and creditors, are measured, initially and subsequently, at the undiscounted amount of the cash or other consideration expected to be paid or received. However, if the arrangements of a short-term instrument constitute a financing transaction, like the payment of a trade debt deferred beyond normal business terms or financed at a rate of interest that is not a market rate or in case of an out-right short-term loan not at market rate, the financial asset or liability is measured, initially, at the present value of the future cash flow discounted at a market rate of interest for a similar debt instrument and subsequently at amortised cost.

Financial assets that are measured at cost and amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in the Consolidated Income Statement.

For financial assets measured at amortised cost, the impairment loss is measured as the difference between an asset's carrying amount and the present value of estimated cash flows discounted at the asset's original effective interest rate. If a financial asset has a variable interest rate, the discount rate for measuring any impairment loss is the current effective interest rate determined under the contract.

For financial assets measured at cost less impairment, the impairment loss is measured as the difference between an asset's carrying amount and best estimate of the recoverable amount, which is an approximation of the amount that the Group would receive for the asset if it were to be sold at the reporting date.

2.10 Creditors

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2017

2. Accounting policies (continued)

2.11 Foreign currency translation

Functional and presentation currency

The LLP's functional and presentational currency is Sterling (£).

Transactions and balances

Foreign currency transactions are translated into the functional currency using the spot exchange rates at the dates of the transactions.

At each period end foreign currency monetary items are translated using the closing rate. Non-monetary items measured at historical cost are translated using the exchange rate at the date of the transaction and non-monetary items measured at fair value are measured using the exchange rate when fair value was determined.

Foreign exchange gains and losses resulting from the settlement of transactions and from the translation at period-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the Consolidated Income Statement except when deferred in other comprehensive income as qualifying cash flow hedges.

Foreign exchange gains and losses that relate to borrowings and cash and cash equivalents are presented in the Consolidated Income Statement within 'finance income or costs'. All other foreign exchange gains and losses are presented in the Consolidated Income Statement within 'other operating income'.

On consolidation, the results of overseas operations are translated into Sterling at rates approximating to those ruling when the transactions took place. All assets and liabilities of overseas operations are translated at the rate ruling at the reporting date. Exchange differences arising on translating the opening net assets at opening rate and the results of overseas operations at actual rate are recognised in other comprehensive income.

2.12 Operating leases: the Group as lessee

Rentals paid under operating leases are charged to the Consolidated Income Statement on a straight line basis over the lease term.

2.13 Pensions

The Group operates a defined contribution pension scheme and the pension charge represents the amounts payable by the group to the fund in respect of the year.

Defined contribution pension plan

The Group operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the Group pays fixed contributions into a separate entity. Once the contributions have been paid the Group has no further payment obligations.

The contributions are recognised as an expense in the Consolidated Income Statement when they fall due. Amounts not paid are shown in accruals as a liability in the Statement of Financial Position. The assets of the plan are held separately from the Group in independently administered funds.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2017**

2. Accounting policies (continued)

2.14 Holiday pay accrual

A liability is recognised to the extent of any unused holiday pay entitlement which is accrued at the Statement of Financial Position date and carried forward to future periods. This is measured at the undiscounted salary cost of the future holiday entitlement so accrued at the Statement of Financial Position date.

2.15 Interest income

Interest income is recognised in the Consolidated Income Statement using the effective interest method.

2.16 Borrowing costs

All borrowing costs are recognised in the Consolidated Income Statement in the year in which they are incurred.

2.17 Provisions for liabilities

Provisions are made where an event has taken place that gives the Group a legal or constructive obligation that probably requires settlement by a transfer of economic benefit, and a reliable estimate can be made of the amount of the obligation.

Provisions are charged as an expense to the Consolidated Income Statement in the year that the Group becomes aware of the obligation, and are measured at the best estimate at the Statement of Financial Position date of the expenditure required to settle the obligation, taking into account relevant risks and uncertainties.

When payments are eventually made, they are charged to the provision carried in the Statement of Financial Position.

2.18 Taxation

Tax is recognised in the Consolidated Income Statement, except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the LLP and the Group operate and generate income.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2017

3. Judgments in applying accounting policies and key sources of estimation uncertainty

Preparation of the financial statements requires management to make significant judgements and estimates. The items in the financial statements where these judgements and estimates have been made include:

Long term contracts - Revenue recognition: The Group makes an estimate of the degree of completion on long term contracts at the year end date by considering the percentage of work done on each contract at the year end date. The appropriate level of revenue, based on the degree of completion, is then taken to the Statement of Income for the year. Any losses foreseen on each contract are taken to the Statement of Income in the year in which a loss becomes foreseen.

Useful economic lives of tangible assets: The annual depreciation charge of tangible assets is sensitive to changes in the estimated useful economic lives and residual values of the assets. The useful economic lives and residual values are re-assessed annually. They are amended when necessary to reflect current estimates, based on technological advancement, future investments, economic utilisations and the physical condition of the assets.

Dilapidation provision: The Group leases properties which require any dilapidations at the end of the lease to be made good. Management have estimated a provision based on the estimates made by an external qualified consultant.

Impairment of debtors: The Group makes an estimate of the recoverable value of trade debtors and other debtors. Management consider factors including the current credit rating of the debtor, the aging profile of debtors and historical experience.

4. Turnover

93.8% (2016: 92.9%) of the total turnover of the group for the period has been derived from its principal activity undertaken in the United Kingdom.

The remaining 6.2% (2016: 7.1%) has been derived from activities undertaken outside of the United Kingdom.

5. Operating (loss)/profit

The operating (loss)/profit is stated after charging:

	2017 £	2016 £
Depreciation of tangible fixed assets	153,992	356,787
Fees payable to the Group's auditor and its associates for the audit of the LLP's annual financial statements	10,000	12,000
Exchange differences	28,399	(59,446)
Other operating lease rentals	736,890	616,002
Defined contribution pension cost	536,547	540,703

Auditors fees for the LLP were £10,000 (2016: £9,900).

PURCELL MILLER TRITTON LLP T/A PURCELL

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2017

6. Employees

Staff costs were as follows:

	2017 £	2016 £
Wages and salaries	10,788,539	10,673,959
Social security costs	1,057,165	1,019,770
Cost of defined contribution scheme	536,547	540,703
	<u>12,382,251</u>	<u>12,234,432</u>

Staff costs include provision at the Statement of Financial Position date for the cost of staff holiday pay accrued but not taken and eligible to be carried forward at that date.

The average monthly number of persons (including members with contracts of employment) employed during the year was as follows:

	2017 No.	2016 No.
Technical	216	236
Administration	67	66
	<u>283</u>	<u>302</u>

PURCELL MILLER TRITTON LLP T/A PURCELL

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2017

7. Information in relation to members

	2017 Number	2016 Number
The average number of members during the year was	<u>30</u>	<u>26</u>
	2017 £	2016 £
Paid under employment contract	<u>2,328,577</u>	<u>1,777,082</u>
The amount of profit attributable to the member with the largest entitlement was	<u>146,904</u>	<u>240,285</u>

Members' remuneration charged as an expense represents remuneration that is payable to a member which falls to be treated as a charge against profits and not an allocation of profits. The treatment of members' remuneration in the Statement of Income is determined by reference to the nature of participation rights that give rise to the remuneration. Where members' participation rights such as remuneration give rise to liabilities in accordance with FRS 102, it is charged as an expense.

Remuneration paid under an employment contract represents remuneration paid to members where they are legally employees of the LLP.

Profit attributable to the member with the largest entitlement is determined by reference to notional salary, interest on capital and share of current year allocated profits (as determined by post year end members actual allocation).

8. Interest receivable

	2017 £	2016 £
Other interest receivable	<u>124</u>	<u>374</u>

9. Interest payable and similar charges

	2017 £	2016 £
Other loan interest payable	<u>8,372</u>	<u>-</u>

PURCELL MILLER TRITTON LLP T/A PURCELL

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2017

10. Taxation

	2017 £	2016 £
Corporation tax		
Current tax on profits for the year	-	1,440
Foreign tax		
Foreign tax on income for the year	29,519	90,046
	<u>29,519</u>	<u>90,046</u>
Total current tax	<u>29,519</u>	<u>91,486</u>
Deferred tax		
Total deferred tax	-	-
	<u>-</u>	<u>-</u>
Taxation on profit on ordinary activities	<u>29,519</u>	<u>91,486</u>

Factors affecting tax charge for the year

The tax assessed for the year is lower than (2016 - lower than) the standard rate of corporation tax in the UK of 19.92% (2016 - 20%). The differences are explained below:

	2017 £	2016 £
Profit on ordinary activities before tax	2,045,469	2,674,855
	<u>2,045,469</u>	<u>2,674,855</u>
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 19.92% (2016 - 20%)	407,457	534,971
Effects of:		
Tax on profits relating to LLP	(375,110)	(453,159)
Other differences leading to an increase (decrease) in the tax charge	(2,828)	9,674
	<u>(377,938)</u>	<u>(443,485)</u>
Total tax charge for the year	<u>29,519</u>	<u>91,486</u>

Factors that may affect future tax charges

There were no factors that may affect future tax charges.

PURCELL MILLER TRITTON LLP T/A PURCELL

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2017**

11. Parent LLP profit/ loss for the year

The LLP has taken advantage of the exemption allowed under section 408 of the Companies Act 2006 and has not presented its own Income Statement in these financial statements. The loss after tax of the parent LLP for the year was £302,876 (2016 - profit £670,108).

12. Tangible fixed assets

Group

	Instruments and equipment £	Computer equipment £	Fixtures and fittings £	Total £
Cost or valuation				
At 1 May 2016	405,926	741,890	488,001	1,635,817
Additions	5,964	75,720	7,308	88,992
Disposals	(142,211)	(100,411)	-	(242,622)
Exchange adjustments	4,501	8,227	5,411	18,139
At 30 April 2017	<u>274,180</u>	<u>725,426</u>	<u>500,720</u>	<u>1,500,326</u>
Depreciation				
At 1 May 2016	318,505	534,638	390,271	1,243,414
Charge for the year	35,239	86,118	32,635	153,992
Disposals	(140,726)	(97,886)	-	(238,612)
Exchange adjustments	3,528	5,922	4,323	13,773
At 30 April 2017	<u>216,546</u>	<u>528,792</u>	<u>427,229</u>	<u>1,172,567</u>
Net book value				
At 30 April 2017	<u>57,634</u>	<u>196,634</u>	<u>73,491</u>	<u>327,759</u>
At 30 April 2016	<u>87,421</u>	<u>207,252</u>	<u>97,730</u>	<u>392,403</u>

PURCELL MILLER TRITTON LLP T/A PURCELL

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2017

12. Tangible fixed assets (continued)

LLP

	Instruments and equipment £	Computer equipment £	Fixtures and fittings £	Total £
Cost or valuation				
At 1 May 2016	374,739	636,772	457,208	1,468,719
Additions	5,964	72,646	7,308	85,918
Disposals	(142,211)	(100,411)	-	(242,622)
At 30 April 2017	<u>238,492</u>	<u>609,007</u>	<u>464,516</u>	<u>1,312,015</u>
Depreciation				
At 1 May 2016	292,968	458,196	359,526	1,110,690
Charge for the year	32,961	74,336	32,581	139,878
Disposals	(140,726)	(97,886)	-	(238,612)
At 30 April 2017	<u>185,203</u>	<u>434,646</u>	<u>392,107</u>	<u>1,011,956</u>
Net book value				
At 30 April 2017	<u>53,289</u>	<u>174,361</u>	<u>72,409</u>	<u>300,059</u>
At 30 April 2016	<u>81,771</u>	<u>178,576</u>	<u>97,682</u>	<u>358,029</u>

PURCELL MILLER TRITTON LLP T/A PURCELL

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2017

13. Fixed asset investments

LLP

	Investment in subsidiaries £
Cost or valuation	
At 1 May 2016	1,589
Additions	57,000
At 30 April 2017	<u>58,589</u>
Impairment	
Charge for the period	28,440
At 30 April 2017	<u>28,440</u>
Net book value	
At 30 April 2017	<u>30,149</u>
At 30 April 2016	<u><u>1,589</u></u>

Details of the principal subsidiaries can be found under note 26

14. Debtors

	Group 2017 £	Group 2016 £	LLP 2017 £	LLP 2016 £
Trade debtors	3,121,828	4,028,546	2,817,139	3,596,235
Amounts owed by group undertakings	-	-	33,729	388,643
Other debtors	414,617	53,088	383,678	37,387
Prepayments and accrued income	478,408	440,159	464,810	429,404
Amounts recoverable on long term contracts	1,094,087	1,706,351	1,031,345	1,657,524
	<u>5,108,940</u>	<u>6,228,144</u>	<u>4,730,701</u>	<u>6,109,193</u>

An impairment loss of £Nil (2016 - £Nil) was recognised against group and company trade debtors.

PURCELL MILLER TRITTON LLP T/A PURCELL

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2017

15. Cash and cash equivalents

	Group 2017 £	Group 2016 £	LLP 2017 £	LLP 2016 £
Cash at bank and in hand	768,771	1,020,981	2,527	2,382
Less: bank overdrafts	(180,622)	(108,605)	(180,622)	(108,605)
	<u>588,149</u>	<u>912,376</u>	<u>(178,095)</u>	<u>(106,223)</u>

16. Creditors: Amounts falling due within one year

	Group 2017 £	Group 2016 £	LLP 2017 £	LLP 2016 £
Bank overdrafts	180,622	108,605	180,622	108,605
Trade creditors	942,867	906,393	942,867	906,393
Amounts owed to group undertakings	-	-	159,729	-
Corporation tax	19,365	41,859	-	-
Other taxation and social security	610,068	846,113	594,543	844,673
Other creditors	250,814	245,312	246,910	246,153
Accruals	625,009	731,408	601,089	713,357
Deferred income	1,145,399	1,713,146	1,145,399	1,710,229
	<u>3,774,144</u>	<u>4,592,836</u>	<u>3,871,159</u>	<u>4,529,410</u>

The bank overdraft is secured by way of a debenture dated 8 July 2016.

PURCELL MILLER TRITTON LLP T/A PURCELL

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2017

17. Financial instruments

	Group 2017 £	Group 2016 £	LLP 2017 £	LLP 2016 £
Financial assets				
Financial assets that are debt instruments measured at amortised cost	<u>4,630,532</u>	<u>5,787,985</u>	<u>4,265,891</u>	<u>5,679,789</u>
Financial liabilities				
Financial liabilities measured at amortised cost	<u>(1,999,312)</u>	<u>(1,991,718)</u>	<u>(2,131,217)</u>	<u>(1,974,508)</u>

Financial assets measured at amortised cost comprise debtors due within one year.

Financial liabilities measured at amortised cost comprise creditors due within one year.

18. Provisions

Group

	Dilapidation Provision £
At 1 May 2016	153,019
Charged to profit or loss	26,729
At 30 April 2017	<u><u>179,748</u></u>

PURCELL MILLER TRITTON LLP T/A PURCELL

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2017

18. Provisions (continued)

LLP

	Dilapidation Provision £	Total £
At 1 May 2016	153,019	153,019
Charged to profit or loss	26,729	26,729
At 30 April 2017	179,748	179,748

19. Loans and other debts due to members

	Group 2017 £	Group 2016 £	LLP 2017 £	LLP 2016 £
Amounts due to members	<u>2,344,411</u>	<u>2,224,875</u>	<u>1,315,405</u>	<u>1,332,049</u>

PURCELL MILLER TRITTON LLP T/A PURCELL

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2017

20. Reconciliation of members' interests (Group)

	EQUITY			DEBT		Total members' interests
	Members' other interests			Loans and other debts due to members less any amounts due from members in debtors		
	Foreign exchange reserve	Other reserves	Total	Other amounts	Total	
	£	£	£	£	£	£
Amounts due to members				2,224,875	2,224,875	
Balance at 30 April 2016	77,903	592,895	670,798	2,224,875	2,224,875	2,895,673
Members' remuneration charged as an expense	-	-	-	2,328,577	2,328,577	2,328,577
Loss for the year available for discretionary division among members	-	(312,629)	(312,629)	-	-	(312,629)
Members' interests after profit for the year	77,903	280,266	358,169	4,553,452	4,553,452	4,911,621
Transfer of prior year profit	-	(592,895)	(592,895)	-	-	(592,895)
Foreign exchange	141,893	-	141,893	-	-	141,893
Amounts withdrawn by members	-	-	-	(2,620,923)	(2,620,923)	(2,620,923)
Transfer of prior year profit	-	-	-	592,895	592,895	592,895
Tax payments	-	-	-	(181,013)	(181,013)	(181,013)
Amounts due to members				2,344,411	2,344,411	
Balance at 30 April 2017	219,796	(312,629)	(92,833)	2,344,411	2,344,411	2,251,578

PURCELL MILLER TRITTON LLP T/A PURCELL

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2017

20. Reconciliation of members' interests (LLP)

	EQUITY Members' other interests		DEBT Loans and other debts due to members less any amounts due from members in debtors		Total members' interests
	Other reserves £	Total £	Other amounts £	Total £	Total £
Amounts due to members			1,332,049	1,332,049	
Balance at 30 April 2016	456,715	456,715	1,332,049	1,332,049	1,788,764
Members' remuneration charged as an expense, including employment and retirement benefit costs	-	-	2,328,577	2,328,577	2,328,577
Loss for the year available for discretionary division among members	(302,876)	(302,876)	-	-	(302,876)
Members' interests after profit for the year	153,839	153,839	3,660,626	3,660,626	3,814,465
Transfer of prior year profit	(456,715)	(456,715)	-	-	(456,715)
Amounts withdrawn by members	-	-	2,620,923	2,620,923	2,620,923
Transfer of prior period profit	-	-	456,715	456,715	456,715
Tax payments	-	-	(181,013)	(181,013)	(181,013)
Amounts due to members			1,315,405	1,315,405	
Balance at 30 April 2017	(302,876)	(302,876)	1,315,405	1,315,405	1,012,529

21. Pension commitments

The limited liability partnership operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the limited liability partnership in an independent administered fund. The pension cost charge represents contributions payable by the limited liability partnership to the fund and for the year amounted to £536,547 (2016: £540,703). Contributions outstanding at the year end were £73,169 (2016: £3,787).

PURCELL MILLER TRITTON LLP T/A PURCELL

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2017

22. Commitments under operating leases

At 30 April 2017 the Group and the LLP had future minimum lease payments under non-cancellable operating leases as follows:

	Group 2017 £	<i>Group 2016 £</i>	LLP 2017 £	<i>LLP 2016 £</i>
Not later than 1 year	660,448	642,247	623,341	634,747
Later than 1 year and not later than 5 years	1,755,764	1,937,232	1,749,081	1,937,232
Later than 5 years	1,317,813	1,458,863	1,317,813	1,458,863
	<u>3,734,025</u>	<u>4,038,342</u>	<u>3,690,235</u>	<u>4,030,842</u>

23. Transactions with members

The LLP leases premises at Rawstorn Road, Colchester which are owned by the wives of J M Burton and M J Morrison. The annual rental paid by the LLP for these premises is £22,000 (2016: £22,000).

The LLP also leases premises at 3 Colegate, Norwich, the owners of which include M J Morrison, J H Kennedy, J M Burton and D Bissonnet. The annual rental paid by the LLP for these premises is £37,500 (2016: £37,500).

24. Related party transactions

The LLP has taken advantage of the exemption available under FRS 102 not to disclose the transactions between wholly owned members of the group.

Key management personnel remuneration for the year totalled £254,065 (2016: £696,565).

During the year, expenses of £Nil (2016: £142,371) were paid in respect of property development entities which are under common control. At the year end date £Nil (2016: £248,478) was owed to the LLP.

25. Controlling party

The limited liability partnership is controlled by the designated members.

PURCELL MILLER TRITTON LLP T/A PURCELL

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2017**

26. Subsidiary undertakings

The following were subsidiary undertakings of the LLP:

Name	Country of incorporation	Class of shares	Holding	Principal activity
Purcell Miller Tritton Hong Kong Limited	Hong Kong	Ordinary	100 %	Architecture, historic building consultancy, strategic planning, project management and interior design for a specific project in Hong Kong.
Purcell Asia Pacific Limited	Hong Kong	Ordinary	100 %	Architecture, historic building consultancy, strategic planning, project management and interior design throughout India, Australia, China and other Far East countries.
Purcell Land & Property Developments Limited	United Kingdom	Ordinary	100 %	Dormant.
Purcell Design and Heritage Consultants Private Limited	India	Ordinary	100 %	Architecture, historic building consultancy, strategic planning, project management and interior design in India.

The aggregate of the share capital and reserves as at 30 April 2017 and of the profit or loss for the year ended on that date for the subsidiary undertakings were as follows:

	Aggregate of share capital and reserves	Profit/(loss)
	£	£
Purcell Miller Tritton Hong Kong Limited	1,312,469	128,577
Purcell Asia Pacific Limited	(77,589)	(136,513)
Purcell Land & Property Developments Limited	5,761	-
Purcell Design and Heritage Consultants Private Limited	28,560	(30,256)
	<u>1,312,469</u>	<u>(136,513)</u>